# GOVERNMENT OF INDIA
# COMMERCE AND INDUSTRY
# LOK SABHA

UNSTARRED QUESTION NO:788
ANSWERED ON:21.11.2016
Industrial Growth
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**Will the Minister of COMMERCE AND INDUSTRY be pleased to state:**

(a) whether it is true that even now industrial growth rate has not been able to stabilise despite the fact that a systematic prescribed industrial policy has been implemented in the country;

(b) if so, the reasons therefor and the reaction of the Government thereto;

(c) the average rate of industrial growth during each month from June, 2014 to September, 2016; and

(d) the corrective measures taken by the Government to boost the industrial development and growth in the country?

## Answer

???????? ??? ?????? ???????????? (????????? ??????)(??????? ??????? ???????)
THE MINISTER OF STATE (INDEPENDENT CHARGE)
OF THE MINISTRY OF COMMERCE & INDUSTRY
(SHRIMATI NIRMALA SITHARAMAN)

(a) & (b): The industrial performance measured in terms of Index of Industrial Production (IIP) reflects movements in production of manufacturing, mining and electricity over base year 2004-05. The annual growth of IIP increased from (-) 0.1 % in 2013-14 to 2.8 % in 2014-15 and slightly decreased to 2.4% in 2015-16. However, as per the new series estimates (2011-12 prices) of National Accounts Statistics, the growth rate of Gross Value Added from Industry at constant (2011-12) prices has increased continuously from 5.0 % in 2013-14 to 5.9 % in 2014-15 and further to 7.4 % in 2015-16.

The reasons for fluctuation in IIP in recent years include, inter-alia, moderation in domestic demand, changes in input costs and slowdown in economies of other parts of the world. Government is continuously taking steps to boost growth in industries which include measures relating to policy, procedures, improving infrastructure and improving availability of required inputs.

(c): Month-wise rate of growth of IIP from June, 2014 to September, 2016 is enclosed at annexure-1.

(d): Government has been taking steps to boost industrial development and growth in the country. These inter-alia, include 'Make in India' initiative under which thrust sectors have been identified to provide a push to manufacturing in India, 'Startup India' initiative and 'Ease of Doing Business'. Steps taken to improve ease of doing business include simplification and rationalisation of existing rules and introduction of information technology, setting up of an Investor Facilitation Cell, launch of e-biz Portal and liberalising policy for industrial licensing. Foreign Direct Investment (FDI) policy and procedures have been simplified and liberalised progressively. Government has taken up a programme of building pentagon of industrial corridors across the country with an objective to provide developed land and quality infrastructure for development of industrial townships.

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